

SCHIP Budget Template (includes 1115) Revised: 4/11/03

	FFY 2003	FFY 2004	FFY 2005
State's allotment	\$ 30,626,504	\$ 30,626,504	\$ 30,626,504
Funds carried over from prior year(s) (including retained allotment):	\$ 63,715,965	\$ 56,695,319	\$ 19,616,427
SUBTOTAL (allotment + funds carried over)	\$ 94,342,469	\$ 87,321,823	\$ 50,242,931
Redistributed funds (currently available)	\$ 16,765,515	\$ -	\$ -
TOTAL (Subtotal + redistributed funds)	\$ 111,107,984	\$ 87,321,823	\$ 50,242,931
State's enhanced FMAP rate	65%	65%	65%
COST PROJECTIONS OF APPROVED SCHIP PLAN			
Benefit Costs			
Insurance payments			
Managed care			
per member/per month rate @ # of eligibles			
Fee for Service			
Total Benefit Costs			
(Offsetting beneficiary cost sharing payments)			
Net Benefit Costs	\$ 54,000	\$ 58,000	\$ 62,000
Administration Costs			
Personnel			
General administration			
Contractors/Brokers (e.g., enrollment contractors)			
Claims Processing			
Outreach/Marketing Costs (in '01, special unrestricted outreach from redistrib. '98)			
Other (Special Health Projects, effective 7/1/01)	\$ 5,100,000	\$ 5,400,000	\$ 5,600,000
Total Administration Costs	\$ 5,100,000	\$ 5,400,000	\$ 5,600,000
10% Administrative Cap (based on combined SCHIP & Demonstration program costs)	\$ 8,512,421	\$ 10,695,794	\$ 7,744,091
Federal Share	\$ 3,350,100	\$ 3,547,700	\$ 3,680,300
State Share	\$ 1,803,900	\$ 1,910,300	\$ 1,981,700
TOTAL COSTS OF APPROVED SCHIP PLAN	\$ 5,154,000	\$ 5,458,000	\$ 5,662,000

COST PROJECTIONS OF SCHIP DEMONSTRATION PROPOSAL			
Benefit Costs for Demonstration Population #1 (e.g., children)			
Insurance payments			
Managed care			
per member/per month rate @ # of eligibles			
Fee for Service			
Total Benefit Costs for Waiver Population #1			
Benefit Costs for Demonstration Population #2 (e.g., parents)			
Insurance payments			
Managed care	\$ 85,625,693	\$ 102,481,105	\$ 110,207,455
per member/per month rate @ # of eligibles	275.35 x 25,914 x 12 mos.	296.66 x 28,787 x 12 mos.	302.02 x 30,408 x 12 mos.
Fee for Service			
Total Benefit Costs for Waiver Population #2	\$ 85,625,693	\$ 102,481,105	\$ 110,207,455
Benefit Costs for Demonstration Population #3 (e.g., pregnant women)			
Insurance payments			
Managed care			
per member/per month rate @ # of eligibles			
Fee for Service			
Total Benefit Costs for Waiver Population #3			
Total Benefit Costs	\$ 85,625,693	\$ 102,481,105	\$ 110,207,455
(Offsetting beneficiary cost sharing payments)	\$ 9,067,900	\$ 6,276,958	\$ 7,095,619
(Expenditures claimed at 50% FFP*)			\$ 33,477,019
Net Benefit Costs	\$ 76,557,793	\$ 96,204,147	\$ 69,634,817
Administration Costs			
Personnel			
General administration			
Contractors/Brokers (e.g., enrollment contractors)			
Claims Processing			
Outreach/marketing costs			
Other (specify)			
Total Administration Costs	\$ 2,000,000	\$ 2,500,000	\$ 2,000,000
10% Administrative Cap (based on combined SCHIP & demonstration program costs)	\$ 8,512,421	\$ 10,695,794	\$ 7,744,091
Federal Share	\$ 51,062,565	\$ 64,157,696	\$ 46,562,631
State Share	\$ 27,495,228	\$ 34,546,451	\$ 25,072,186
TOTAL COSTS FOR DEMONSTRATION	\$ 78,557,793	\$ 98,704,147	\$ 71,634,817
TOTAL SCHIP COSTS	\$ 83,711,793	\$ 104,162,147	\$ 77,296,817
(Total Enhanced Match)	54,412,665	67,705,396	50,242,931

*Note: Expenditures for this population in the MinnesotaCare Program are eligible for federal matching funds at the regular FMAP (50%). At the point in FFY 05 when total eligib expenditures exceed the S-CHIP matching funds available, those excess expenditures will l claimed at the Medicaid rate. The nonfederal share of program expenditures are currently forecasted at the higher rate (50% instead of 35%). Therefore, there should be no concern as to the long term structural balance of this program.